

Santa Clara Valley Medical Center Pharmacy Administration 751 S. Bascom Ave, Bldg W San Jose, CA 95128 Ph: (408) 885-2300 Fax: (408) 885-5822

March 30, 2016

Dear Manufacturers:

I am writing on behalf of Santa Clara Valley Medical Center (340B ID# DSH050038) ("SCVMC") to inform manufacturers that SCVMC recently underwent an audit by the Health Resources and Services Administration ("HRSA") of SCVMC's compliance with 340B Drug Pricing Program ("340B Program") requirements.

As background, SCVMC qualified for the 340B Program as a disproportionate share hospital located at 751 South Bascom Avenue, San Jose, CA 95128 and has participated in the 340B Program since July 1, 2001.

Through the audit process, SCVMC was found to have non-compliance within its 340B Program and responsible for repayment as a result of the following finding:

1. SCVMC was billing Medicaid at its contract pharmacies and did not notify HRSA of the arrangement.

The State Medicaid Agency has confirmed no duplicate discounts occurred. If manufacturers have not received notification from SCVMC and believe repayment may be owed for the violations described in this letter, or if you have any questions or comments regarding the violations described in this letter, please contact:

Narinder Singh, Director of Pharmacy Services 751 South Bascom Avenue San Jose, CA 95128 408-885-2300

Sincerely,

Paul Lorenz Chief Executive Officer Santa Clara Valley Medical Center